

# **FISCAL NOTE**

## **HB 2270 - SB 2277**

February 11, 1998

**SUMMARY OF BILL:** Allows a state employee member of the retirement system to establish retirement credit for previous student employee service. If the service is established within one year of the member's date of membership or July 1, 1999, whichever is later, the employee would only be required to pay the amount of contributions the employee would have made had the employee been a member while he or she was a student.

### **ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures - \$554,000 Annual Amortized Cost**

Estimate assumes:

- Total lump sum liability to state government of \$5,600,000.
- Annual amortized cost assumes a 20-year amortization of the lump sum liability.
- Approximately 4.7% of U.T. and State Board of Regents' students are employees.
- Approximately 24,800 state members have college degrees.
- Approximately 4.7% of the employees with college degrees have one year of student employment.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director